### KENAI PENINSULA BOROUGH



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DAVE CAREY BOROUGH MAYOR

#### **MEMORANDUM**

**TO:** Milli Martin, Assembly President

Members, Kenai Peninsula Borough Assembly

THRU: David R. Carey, Borough Mayor Washington

FROM: Craig Chapman, Finance Director Chap

**DATE:** June 25, 2009

**SUBJECT:** Ordinance 2009-33 regarding large commercial vehicle registration tax

The State Division of Motor Vehicles has recommended several amendments to the subject ordinance, including changing the order of categories in the table to match those in AS 28.10.431, correcting the weights on two of the vehicles, changing one of the abbreviations used in the table, and clarifying that all commercial vehicles are eligible for annual registration. Accordingly, the following amendments are suggested:

Amend Section 1 as follows:

**SECTION 1.** That KPB 5.12.245(A) is hereby amended as follows:

## 5.12.245. Personal property tax—Annual motor vehicle registration tax—Levy—Distribution.

A. There is levied a biennial motor vehicle registration tax within the borough pursuant to the provisions of AS 28.10.431 and as such statute may be hereafter amended, revised or replaced, based on the age of the vehicle as determined by model year in the first year of the biennial period, according to the following schedule. The categories under "Type" are intended to coincide with the categories provided in AS 28.10.431(b), as now enacted or as may be hereinafter amended. The annual motor vehicle tax on commercial vehicles is one-half the rate of the biennial tax.

Delete both tables in Section 1 in their entirety and replace with the following table:

# MOTOR VEHICLE TAX SCHEDULE BIENNIAL SCHEDULE

## Tax according to age of vehicle since model year:

Туре		1st	2nd	3rd	4th	5th	6th	7th	8th or over
(1)	Motorcycle	\$ 20	\$ 18	\$ 16	\$ 14	\$ 12	\$ 10	\$ 10	\$ 10
(2)	Passenger	140	120	100	80	60	50	40	30
(3)	Taxicab	150	130	110	90	70	60	50	40
(4)	Comm Veh (<= 5k lbs)	150	130	110	90	70	60	50	40
	Comm Veh (>5k, <= 12k)	200	180	160	140	120	100	75	50
	Comm Veh (>12k, <=18k)	300	260	220	180	140	100	80	60
	Comm Veh (>18k)	400	350	300	250	200	150	100	70
(5)	Motor Bus	200	180	160	140	120	100	75	50
(6)	Trailers (Non-Commercial)	20	18	16	14	12	10	10	10
(7)	Not Applicable								
(8)	Pick up/Van	140	120	100	80	60	50	40	30
(9)	Dealer Plates (Initial)	100	100	100	100	100	100	100	100
	Dealer (Subsequent sets)	100	100	100	100	100	100	100	100